SUMMARY ANALYSIS OF AMENDED BILL

Franchise Tax Board

Author: Briggs	Analyst:	Roger Lackey	Bil	Number:	AB 51
Related Bills: See Prior Analysis	Telephon	e: <u>845-3627</u>	Amended Date	e: <u>08-</u>	08-2000
	Attorney:	Patrick Kus	iak Sponsor:		
SUBJECT: Enterprise Zones/Allows City Or County To Apply For Reconfiguration Of Geographic Boundaries					
DEPARTMENT AMENDMENTS ACCEPTED. Amendments reflect suggestions of previous analysis of bill as introduced/amended					
AMENDMENTS IMPACT REVENUE. A new revenue estimate is provided.					
AMENDMENTS DID NOT RESOLVE THE DEPARTMENT'S CONCERNS stated in the previous analysis of bill as introduced/amended					
FURTHER AMENDMENTS NECESSARY.					
DEPARTMENT POSITION CHANGED TO					
X REMAINDER OF PREVIOUS ANALYSIS OF BILL AS AMENDED 4/15/1999 STILL APPLIES.					
OTHER - See comments below.					
SUMMARY OF BILL					
This bill would allow the governing body of a city, county, or city and county to apply to the Trade and Commerce Agency (TCA) to reconfigure the geographic boundaries of an existing enterprise zone within its jurisdiction. The bill specifies that the reconfigured area shall have contiguous boundaries. This bill would specify that no reconfiguration would have the effect of removing					
a business from an enterprise zone.					
SUMMARY OF AMENDMENT					
The August 8, 2000, amendments added the provision that to approve an application, TCA would be required to make a finding that the reconfiguration is consistent with the purpose of the Enterprise Zone chapter of the Government Code.					
Except for the discussion above, the department's analysis of the bill as amended April 15, 1999, still applies.					
BOARD POSITION					
Neutral.					
At its March 23, 1999, meeting, the Franchise Tax Board voted 2-0 to take a neutral position on this bill as introduced December 7, 1998. The Board has not had an opportunity to consider the bill as amended April 15, 1999, or August 8, 2000.					
Board Position:			Legislative D	irector	Date
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